

**MOR-1**

CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11  
PROPOSED PLAN DATE: 5/15/2011

**UNITED STATES BANKRUPTCY COURT**

PETITION DATE: 10/4/2010 10:29  
DISTRICT OF TEXAS: SOUTHERN  
DIVISION: HOUSTON

**MONTHLY OPERATING REPORT SUMMARY FOR MON: MARCH YEAR 2011**

MONTH	Oct-10	30-Nov-10	12/31/2010	1/31/2011	2/28/2011	3/31/2011
REVENUES (MOR-6)	32,705.20	51,891.85	43,934.48	44,845.73	51,367.46	55,891.25
INCOME BEFORE INT; DEPREC./TAX (MOR-6)	508.75	16,335.22	13,187.44	10,891.55	15,602.90	14,165.87
NET INCOME (LOSS) (MOR-6)	508.75	3,558.50	410.72	307.76	5,019.11	3,582.08
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS (MOR-8)	32,196.45	48,333.35	43,523.76	49,015.94	46,656.11	57,604.41

\*\*\*The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee\*\*\*

REQUIRED INSURANCE MAINTAINED AS OF SIGNATURE DATE		EXP. DATE
CASUALTY	YES ( ) NO ( )	01-01-2012
LIABILITY	YES ( ) NO ( )	01-01-2012
VEHICLE N/A	YES ( ) NO ( )	01-01-2012
WORKER'S	YES ( ) NO ( )	01-01-2012
OTHER	YES ( ) NO ( )	01-01-2012

CIRCLE ONE

Are all accounts receivable being collected within terms?

☒ Yes ☐ No

Are all post-petition liabilities, including taxes, being paid within terms?

☒ Yes ☐ No

Have any pre-petition liabilities been paid?

☒ Yes ☐ No

If so, describe

Are all funds received being deposited into DIP bank accounts?

☒ Yes ☐ No

Were any assets disposed of outside the normal course of business?

☒ Yes ☐ No

If so, describe

Are all U.S. Trustee Quarterly Fee Payments current?

☒ Yes ☐ No

What is the status of your Plan of Reorganization?

ATTORNEY NAME: CALVIN BRAUNFIRM NAME: ORLANDO & BRAUNADDRESS: 3401 ALLEN PARKWAYSUITE 101CITY, STATE, ZIP: HOUSTON, TEXAS 77019TELEPHONE/FAX: 713-521-0800 / 713-521-0842

I certify under penalty of perjury that the following complete  
Monthly Operating Report (MOR), consisting of MOR-1 through  
MOR-9 plus attachments, is true and correct.

SIGNATURE: Walden Davis, Jr. TITLE: Debtor

(ORIGINAL SIGNATURE)

WALDEN DAVIS, JR.

(PRINT NAME OF SIGNATORY)

04-07-2011

DATE

Revised 07/01/98

**MOR-1**

CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11

### COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE*	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
	10/4/2010 0:00	10/31/2010 0:00	11/30/2010 0:00	12/31/2010 0:00	1/31/2011 0:00	2/28/2011 0:00	3/31/2011 0:00	
<b>CURRENT ASSETS</b>								
Cash	0.00	508.75	4,067.25	4,477.97	307.76	5,019.11	3,582.08	
Accounts Receivable, Net	0.00	8,987.00	2,561.15	1,665.67	6,382.67	3,287.45	3,532.24	
Inventory: Lower of Cost or Market	7,500.00	7,500.00	7,500.00	7,500.00	7,500.00	7,500.00	7,500.00	
Prepaid Expenses	1,140.00	1,140.00	1,140.00	1,140.00	1,140.00	1,140.00	1,140.00	
Investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
Other								
<b>TOTAL CURRENT ASSETS</b>	8,640.00	18,135.75	15,268.40	14,783.64	15,330.43	16,946.56	15,754.32	
PROPERTY, PLANT & EQUIP. @ COST	2,615,000.00	2,615,000.00	2,615,000.00	2,615,000.00	3,015,000.00	3,015,000.00	3,015,000.00	
Less Accumulated Depreciation								
<b>NET BOOK VALUE OF PP &amp; E</b>	2,615,000.00	2,615,000.00	2,615,000.00	2,615,000.00	3,015,000.00	3,015,000.00	3,015,000.00	
<b>OTHER ASSETS</b>								
1. Tax Deposits	0.00	0.00	3,189.22	4,622.76	3,337.78	3,323.50	3,189.22	
2. Investments in Subsidiaries	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3. Electric Deposit	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	11,000.00	
4.								
<b>TOTAL ASSETS</b>	\$2,634,640.00	\$2,644,135.75	\$2,644,457.62	\$2,645,406.40	\$3,044,668.21	\$3,046,270.06	\$3,044,943.54	

\* Per Schedules and Statement of Affairs

**MOR-2**

Revised 07/01/98

CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11

### COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
	10/4/2010 0:00	10/31/2010 0:00	11/30/2010 0:00	12/31/2010 0:00	1/31/2011 0:00	2/28/2011 0:00	3/31/2011 0:00	
LIABILITIES								
POST-PETITION LIABILITIES(MOR-4)	0.00	1,313,358.67	1,320,117.25	1,338,911.78	1,334,374.25	1,342,660.09	1,336,749.77	
PRE-PETITION LIABILITIES								
Notes Payable - Secured	1,301,670.36	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Priority Debt	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Income Tax	0.00	0.00	295.00	543.00	840.00	810.00	240.00	
FICA/Withholding	0.00	94.60	395.11	900.54	1,308.56	1,278.19	825.88	
Unsecured Debt	14,339.94	14,339.94	15,978.25	15,501.10	16,032.60	24,378.81	19,490.80	
Other: Accrued Interest & Property Taxes								
TOTAL PRE-PETITION LIABILITIES	1,316,010.30	14,434.54	16,668.36	16,944.64	18,181.16	26,467.00	20,556.68	
TOTAL LIABILITIES	1,316,010.30	1,327,793.21	1,336,785.61	1,355,856.42	1,352,555.41	1,369,127.09	1,357,306.45	
OWNER'S EQUITY (DEFICIT)								
PREFERRED STOCK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
COMMON STOCK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
ADDITIONAL PAID-IN CAPITAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
RETAINED EARNINGS: Filing Date	1,318,629.70	1,315,833.58	1,303,282.68	1,285,072.21	1,691,805.04	1,672,123.86	1,684,055.01	
RETAINED EARNINGS: Post Filing Date		508.75	4,067.25	4,477.97	307.76	5,019.11	3,582.08	
TOTAL OWNER'S EQUITY (NET WORTH)	1,318,629.70	1,316,342.33	1,307,349.93	1,289,550.18	1,692,112.80	1,677,142.97	1,687,637.09	
TOTAL								
LIABILITIES & OWNERS EQUITY	\$2,634,640.00	\$2,644,135.54	\$2,644,135.54	\$2,645,406.60	\$3,044,668.21	\$3,046,270.06	\$3,044,943.54	

\* Per Schedules and Statement of Affairs

MOR-3

Revised 07/01/98

CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11

### SCHEDULE OF POST-PETITION LIABILITIES

	MONTH 10-31-201	MONTH 11/30/2010	MONTH 12/31/2010	MONTH 1/31/2011	MONTH 2/28/2011	MONTH 3/31/2011
<b>TRADE ACCOUNTS PAYABLE</b>	1,790.84	1,790.84	19,091.90	16,032.60	24,378.81	19,490.80
<b>TAX PAYABLE</b>						
Federal Payroll Taxes	94.60	690.11	1,433.54	2,148.56	2,088.19	1,065.88
State Payroll Taxes	0.00	0.00	0.00	0.00	0.00	0.00
Ad Valorem Taxes	0.00	0.00	0.00	0.00	0.00	0.00
Other Taxes Real Estate	3,189.22	3,189.22	3,939.26	3,939.26	3,939.26	3,939.26
<b>TOTAL TAXES PAYABLE</b>	3,283.82	3,879.33	5,372.80	6,087.82	6,027.45	5,005.14
<b>SECURED DEBT POST-PETITION</b>	1,301,670.36	1,301,670.36	1,301,670.36	1,301,670.04	1,301,670.04	1,301,670.04
<b>ACCRUED INTEREST PAYABLE</b>	6,613.65	6,706.46	6,706.46	6,613.65	6,613.65	6,613.65
<b>ACCRUED PROFESSIONAL FEES*</b>	0.00	0.00	0.00	0.00	0.00	0.00
<b>OTHER ACCRUED LIABILITIES</b>						
1. Mortgage Escrow Payments to Secured Lienholder		6,070.26	6,070.26	3,970.14	3,970.14	3,970.14
2.						
3.						
<b>TOTAL POST-PETITION LIABILITIES (MOR-3)</b>	<b>\$1,313,358.67</b>	<b>\$1,320,117.25</b>	<b>\$1,338,911.78</b>	<b>\$1,334,374.25</b>	<b>\$1,342,660.09</b>	<b>\$1,336,749.77</b>

\*Payment requires Court Approval

**MOR-4**

Revised 07/01/98

CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11

AGING OF POST-PETITION LIABILITIES  
MONTH

Mar-11

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	MONTH
0-30	9,905.21	4,627.80	2,088.19	0.00	3,189.22	0.00
31-60	0.00	0.00				0.00
61-90	750.04	0.00				750.04
91+	14,863.00	14,863.00				
TOTAL	\$25,518.25	\$19,490.80	\$2,088.19	\$0.00	\$3,189.22	\$750.04

AGING OF ACCOUNTS RECEIVABLE

MONTH	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11
0-30 DAYS	8,987.00	2,561.15	0.00	4,717.00	2,670.45	2,915.24
31-60 DAYS	0.00	4,875.67	0.00			
61-90 DAYS	0.00		1,665.67			
91+ DAYS	0.00			1,665.67	617.00	617.00
TOTAL	\$8,987.00	\$7,436.82	\$1,665.67	\$6,382.67	\$3,287.45	\$3,532.24

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CASE NAME: D'AUR PROPERTIES, LLC  
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## STATEMENT OF INCOME (LOSS)

	MONTH	Oct-10	Nov-10	MONTH	Dec-10	MONTH	Jan-11	MONTH	Feb-11	MONTH	Mar-11	FILING TO DATE
REVENUES (MOR-1)		32,705.20	51,891.85		43,934.48		44,845.73		51,367.46		55,891.25	280,635.97
TOTAL COST OF REVENUES												0.00
GROSS PROFIT		32,705.20	51,891.85		43,934.48		44,845.73		51,367.46		55,891.25	280,635.97
OPERATING EXPENSES:												
Selling & Marketing												0.00
General & Administrative		8,500.12	18,143.64		14,418.24		12,994.16		16,141.98		16,084.10	86,282.24
Insiders Compensation		0.00	0.00		0.00		0.00		0.00		0.00	0.00
Professional Fees		0.00	0.00		0.00		0.00		0.00		975.00	975.00
Other: Repairs, Maintenance, Contract Lab		15,506.78	3,929.02		3,609.80		9,213.38		5,794.80		6,082.81	44,136.59
Other: Utilities (Water, Sewer, Waste Mgm)		8,189.55	13,483.97		12,719.00		11,746.64		13,827.78		18,583.47	78,550.41
TOTAL OPERATING EXPENSES		32,196.45	35,556.63		30,747.04		33,954.18		35,764.56		41,725.38	209,944.24
INCOME BEFORE INT, DEPR/TAX (MOR-1)		508.75	16,335.22		13,187.44		10,891.55		15,602.90		14,165.87	70,691.73
INTEREST EXPENSE			6,706.46		6,706.46		6,613.65		6,613.65		6,613.65	33,253.87
DEPRECIATION												0.00
OTHER (INCOME) EXPENSE*			6,070.26		6,070.26		3,970.14		3,970.14		3,970.14	24,050.94
OTHER ITEMS**												0.00
TOTAL INT, DEPR & OTHER ITEMS		0.00	12,776.72		12,776.72		10,583.79		10,583.79		10,583.79	57,304.81
NET INCOME BEFORE TAXES		508.75	3,558.50		410.72		307.76		5,019.11		3,582.08	13,386.92
FEDERAL INCOME TAXES												0.00
NET INCOME (LOSS) (MOR-1)		\$508.75	\$3,558.50		\$410.72		\$307.76		\$5,019.11		\$3,582.08	\$13,386.92

Accrual Accounting Required. Otherwise Footnote with Explanation.

\* Footnote Mandatory. Required escrow payment to to Secured Lienholder (Mortgage) - Wells Fargo

\*\* Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

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**CASE NAME:** D'AUR PROPERTIES, LLC  
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	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	FLING TO DATE 10-31-2010
CASH RECEIPTS AND DISBURSEMENTS									
1. CASH-BEGINNING OF MONTH	\$0.00	\$508.75	\$4,067.25	\$4,477.97	Feb-11	Mar-11			\$0.00
RECEIPTS:									
2. CASH SALES	24,885.40	31,714.75	32,363.97	30,198.67					186,901.67
3. COLLECTION OF ACCOUNTS RECEIVABLE									8,436.12
4. LOANS & ADVANCES (attach list)									0.00
5. SALE OF ASSETS									0.00
6. OTHER (attach list)	7,819.80	8,685.85	11,570.51	4,647.06					43,643.06
TOTAL RECEIPTS**	32,705.20	40,400.60	43,934.48	34,845.73					238,980.85
(Withdrawal) Contribution by Individual Debtor MFR-2*		11,491.25	0.00	10,000.00					41,931.25
DISBURSEMENTS:									
7. NET PAYROLL	3,774.23	4,651.45	5,783.91	6,619.31					32,950.68
8. PAYROLL TAXES PAID	94.60	690.11	1,433.54	2,148.56					7,520.88
9. SALES, USE & OTHER TAXES PAID									134.28
10. SECURED/RENTAL/LEASES		12,776.72	12,776.72	10,583.79					57,304.81
11. UTILITIES & TELEPHONE	8,189.55	13,483.97	12,719.00	11,746.64					78,550.41
12. INSURANCE			4,382.00	4,902.00					19,671.00
13. INVENTORY PURCHASES									0.00
14. VEHICLE EXPENSES		154.30							154.30
15. TRAVEL & ENTERTAINMENT		349.94							349.94
16. REPAIRS, MAINTENANCE & SUPPLIES	15,506.78	3,929.02	3,609.80	9,213.38					44,136.59
17. ADMINISTRATIVE & SELLING	4,631.29	12,297.84	2,818.79	3,802.26					35,582.13
18. OTHER (attach list)									975.00
TOTAL DISBURSEMENTS FROM OPERATIONS	32,196.45	48,333.35	43,523.76	49,015.94					277,330.02
19. PROFESSIONAL FEES									0.00
20. U.S. TRUSTEE FEES									0.00
21. OTHER REORGANIZATION EXPENSES (attach list)									0.00
TOTAL DISBURSEMENTS**	32,196.45	48,333.35	43,523.76	49,015.94					277,330.02
22. NET CASH FLOW	508.75	3,558.50	410.72	-4,170.21					3,582.08
23. CASH - END OF MONTH (MOR-2)	\$508.75	\$4,067.25	\$4,477.97	\$307.76					\$3,582.08

**\* Applies to Individual debtors only**

**\*\*Numbers for the current month should balance (match)**

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

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CASE NAME: D'AUR PROPERTIES, LLC  
CASE NUMBER: 10-39034-45-11

# CASH ACCOUNT RECONCILIATION

MONTH OF Mar-11

BANK NAME	CHASE	#	PAYROLL	TAX	OTHER FUNDS	TOTAL
ACCOUNT NUMBER	# 854580865					
ACCOUNT TYPE	OPERATING					
BANK BALANCE	3,582.08	0.00	0.00	0.00	0.00	\$3,582.08
DEPOSITS IN TRANSIT	0.00	0.00	0.00	0.00	0.00	\$0.00
OUTSTANDING CHECKS	0.00	0.00	0.00	0.00	0.00	\$0.00
ADJUSTED BANK BALANCE	\$3,582.08	\$0.00	\$0.00	\$0.00	\$0.00	\$3,582.08
BEGINNING CASH - PER BOOKS	5,019.11					\$5,019.11
RECEIPTS*	55,891.25					\$55,891.25
TRANSFERS BETWEEN ACCOUNTS (WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2	0					\$0.00
CHECKS/OTHER DISBURSEMENTS*	-57,328.28					(\$57,328.28)
ENDING CASH - PER BOOKS	\$3,582.08			\$0.00	\$0.00	\$3,582.08

**MOR-8**

\*Numbers should balance (match) TOTAL RECEIPTS and  
TOTAL DISBURSEMENTS lines on MOR-7

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CASE NAME: D'AUR PROPERTIES, LLC  
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## PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals. Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/COMP TYPE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. NONE		0.00		0.00		0.00		0.00		0.00
2.										
3.										
4.										
5.										
6.										
TOTAL INSIDERS (MOR-1)		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00

PROFESSIONALS	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. NONE		0.00		0.00		0.00		0.00		0.00
2.										
3.										
4.										
5.										
6.										
TOTAL PROFESSIONALS (MOR-1)		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00

**MOR-9**

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